

ORDINANCE NO. 023-88

AN ORDINANCE AUTHORIZING AN
AGREEMENT WITH THE UNIVERSITY
OF CHICAGO FOR THE OPERATION OF
BUS ROUTES #171, #172, AND #192

WHEREAS, Since 2000, the Chicago Transit Authority ("Authority") and the University of Chicago ("University"), a non-profit education and research institution, have had an agreement for subsidized bus service on routes that serve the University campus in Hyde Park, University of Chicago Medicine, and surrounding areas; and

WHEREAS, On July 11, 2018, the Authority and the University entered into a five-year agreement, effective September 1, 2018, whereby the Authority provides bus service on routes #171 U. of Chicago/Hyde Park, #172 U. of Chicago/Kenwood, and #192 U. of Chicago Hospitals Express; and

WHEREAS, The current agreement will expire on August 31, 2023; and

WHEREAS, The Authority and University wish to enter into a new five (5) year agreement through August 31, 2028, to operate routes #171, #172, and #192; and

WHEREAS, The agreement requires the University to reimburse the Authority \$128.06 per vehicle hour with three percent (3%) annual increases in Years 2, 4, and 5 and a four percent (4%) increase in Year 3, and requires the University to pay the Authority a fuel surcharge if the weighted average fuel cost for the quarter exceeds Four Dollars (\$4.00) per gallon; and

WHEREAS, Either party may terminate the agreement upon 120 days' notice; now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD
OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. The Chairman of the Chicago Transit Board, or his designee, is hereby authorized to enter into an agreement with the University of Chicago for operation of bus routes #171 U. of Chicago/Hyde Park, #172 U. of Chicago/Kenwood, and #192 U. of Chicago Hospitals Express.

SECTION 2. The agreement has a five (5) year term commencing on September 1, 2023, permits either party to terminate the agreement upon one hundred twenty (120) days' notice, requires the University to reimburse the Authority for services rendered at a rate of One Hundred Twenty-Eight Dollars and Six Cents (\$128.06) per vehicle hour minus fare revenues collected with three percent (3%) annual increases in

ORDINANCE NO. 023-88
(Continued) -2

Years 2, 4, and 5 and a four percent (4%) increase in Year 3, and contains such other terms as are substantially in conformance with the Agreement Between Chicago Transit Authority and University of Chicago attached as Exhibit A hereto.

SECTION 3. The Chairman, or his designee, is further authorized to take such actions and execute such documents as may be necessary to implement the objectives of this ordinance.

SECTION 4. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

PASSED:

Chairman

August 29, 2023

Secretary

August 29, 2023